

GIBSON, DUNN & CRUTCHER LLP

Matthew J. Williams
John Conte
200 Park Avenue
New York, NY 10166
(212) 351-4000 (Tel)
(212) 351-4035 (Fax)

Counsel to the Foreign Representative

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

In re:

PT SRI REJEKI ISMAN TBK, *et al.*,¹

Debtors in a Foreign Proceeding.

Chapter 15

Case No. 21-_____

(Joint Administration Requested)

EMERGENCY MOTION FOR PROVISIONAL RELIEF

Geoffrey David Simms, in his capacity as the authorized foreign representative (the “**Foreign Representative**”) of (a) PT Sri Rejeki Isman Tbk (“**Sritex**”), PT Bitratex Industries (“**BIS**”), PT Sinar Pantja Djaja (“**SPD**”), and PT Primayudha Mandirijaya (“**PMJ**” and collectively with Sritex, BIS and SPD, the “**Indonesia Foreign Debtors**”) in connection with their foreign proceedings pending in the Semarang Commercial Court (the “**Indonesian Court**”), pursuant to Law No. 37 of 2004 regarding Bankruptcy and Suspension of Debt Payment Obligations (collectively, the “**PKPU Proceedings**”), and (b) Golden Legacy Pte Ltd (“**Golden Legacy**”) and Golden Mountain Textile and Trading Pte Ltd (“**Golden Mountain**” and collectively with Golden

¹ The Foreign Debtors in these chapter 15 cases are the following entities: (a) PT Sri Rejeki Isman Tbk, whose address is at Jl. K.H. Samanhudi No. 88, Ds./Kl. Jetis, Kec. Sukoharjo, Kab. Sukoharjo, Central Java, Indonesia, (b) PT Sinar Pantja Djaja, whose address is at Jl. Condrokusumo No 1, Kec. Semarang Barat, Semarang, Central Java, Indonesia, (c) PT Bitratex Industries, whose address is at Jl. Brigjend Sudiarto KM. 11, Kel. Plamongansari, Kec. Pedurungan, Semarang, Central Java, Indonesia (d) PT Primayudha Mandirijaya, whose address is at Dk. Kadang, Ds. Ngadirojo, Kec. Ampel, Kab. Boyolali, Central Java, Indonesia, (e) Golden Legacy Pte Ltd, whose address is at 120 Robinson Road, #08-01, Singapore 068913, and (f) Golden Mountain Textile and Trading Pte Ltd, whose address is at 120 Robinson Road, #08-01, Singapore 068913.

Legacy, the “**Singapore Foreign Debtors**”) in connection with their foreign proceedings pending in the General Division of the High Court of the Republic of Singapore pursuant to section 64 of the Insolvency, Restructuring and Dissolution Act (No. 40 of 2018) (collectively, the “**Singapore Proceedings**,” and together with the PKPU Proceedings, the “**Foreign Proceedings**”), by and through his undersigned counsel, respectfully submits this motion (the “**Emergency Motion**”), seeking entry of an order under section 1519 of title 11 of the United States Code (the “**Bankruptcy Code**”) granting the provisional relief requested in this Emergency Motion in aid of the PKPU Proceedings and the Singapore Proceedings of the Indonesia Foreign Debtors and the Singapore Foreign Debtors (collectively, the “**Foreign Debtors**”), respectively, and such other and further relief as the Court finds appropriate under the circumstances. In support of the Emergency Motion, the Foreign Representative incorporates by reference (a) *Verified Petition of Indonesia Foreign Debtors Under Chapter 15 for Recognition of a Foreign Main Proceeding* (the “**Indonesia Verified Petition**”), (b) *Verified Petition of Singapore Foreign Debtors Under Chapter 15 for Recognition of a Foreign Main Proceeding* (the “**Singapore Verified Petition**” and together with the Indonesia Verified Petition, the “**Verified Petitions**”), (c) *Declaration of the Foreign Representative In Support of Verified Chapter 15 Petition of Indonesia Foreign Debtors and Motion for Provisional Relief* (the “**Simms Declaration (Indonesia)**”), (d) *Declaration of the Foreign Representative In Support of Verified Chapter 15 Petition of Singapore Foreign Debtors and Motion for Provisional Relief* (the “**Simms Declaration (Singapore)**”), and together with the Simms Declaration (Indonesia), the “**Simms Declarations**”)² (e) the *Declaration of Gregorius Petrus Aji Wijaya in Support of Verified Chapter 15 Petition of Indonesia Foreign Debtors and Motion for Provisional Relief* (the “**Wijaya Declaration**”), and (f) the *Declaration of Chua Sui*

² Capitalized terms used but not otherwise defined herein shall have the respective meanings ascribed to such terms in the Simms Declarations, the Wijaya Declaration, or the Chua Declaration, as applicable.

Tong in Support of Verified Chapter 15 Petition of Singapore Foreign Debtors and Motion for Provisional Relief (the “**Chua Declaration**”), each of which are being filed contemporaneously herewith and are incorporated by reference. In further support of this Emergency Motion, the Foreign Representative respectfully states as follows:

JURISDICTION AND VENUE

1. This Court has jurisdiction over this matter pursuant to 28 U.S.C. §§ 157 and 1334, section 1501 of the Bankruptcy Code, and the Amended Standing Order of Reference M-431, dated January 31, 2012 (Preska, C.J.). This is a core proceeding pursuant to 28 U.S.C. § 157(b)(2)(P). Venue is proper in this District pursuant to 28 U.S.C. § 1410.

2. The statutory predicates for the relief requested in this Emergency Motion are sections 105(a), 306, 362, 365, 1510, 1519, 1521, and 1522 of the Bankruptcy Code and Rule 65 of the Federal Rules of Civil Procedure as required by section 1519(e) of the Bankruptcy Code.

BACKGROUND

I. Case Background

3. As set forth in the Simms Declarations, the Foreign Debtors are part of a group of companies (the “**Sritex Group**”) that is one of the largest vertically integrated textile manufacturers in Southeast Asia. The business and operations of the Sritex Group have been adversely affected by the COVID-19 pandemic, which presents an unprecedented challenge to textile manufacturers due to the vulnerability of garment supply chains to external demand and supply shocks and the fragile structural dynamic of the industry. The COVID-19 pandemic also presented significant operational challenges for the company, and while the Sritex Group has managed to operate, its financial health has deteriorated due to the negative change in sentiment towards the textile industry and subsequent credit ratings downgrades. As a consequence, the Sritex Group’s liability management efforts were frustrated and the company was faced with a liquidity crisis.

4. In March 2021, the Sritex Group engaged Helios Capital and Assegaf Hamzah and Partners to explore a potential consensual restructuring process. On April 19, 2021, Prima Karya, a trade creditor, filed an involuntary application (the “**PKPU Application**”) to commence a PKPU proceeding against the Indonesia Foreign Debtors. On April 21, 2021, in light of the PKPU Application, the Singapore Foreign Debtors commenced the Singapore Proceedings.

5. On May 6, 2021, the Indonesian Court issued an order granting the PKPU Application (the “**PKPU Order**”). The PKPU Order provides a 45-day moratorium on payments (which can be extended by either (i) the Indonesian Court at the Initial PKPU Hearing or (ii) a creditor vote and the Indonesian Court approval at the Initial PKPU Hearing), during which the Indonesia Foreign Debtors are required to prepare a Composition Plan and seek agreement with their creditors. The Indonesia Foreign Debtors continue to operate in the ordinary course of business under the protection of that moratorium.

6. On May 21, 2021, the Singapore Court issued an order granting the Singapore Applications (the “**Singapore Order**”). The Singapore Order provides for a 3-month Moratorium Period which can be extended by the Singapore Court upon application by the Singapore Foreign Debtors, during which the Singapore Foreign Debtors are required to prepare a Restructuring Plan and seek agreement with their creditors. The Singapore Foreign Debtors continue to operate in the ordinary course of business under the protection of that moratorium.

7. On the date hereof (the “**Petition Date**”), the Foreign Representative filed an Official Form 410 (Chapter 15 Petition for Recognition of a Foreign Proceeding) on behalf of each

of the Foreign Debtors (the “*Petitions*”) commencing these chapter 15 cases (the “*Chapter 15 Cases*”).

8. For additional background, the Foreign Representative respectfully refers the Court to the Petitions and Verified Petitions, which contain additional relevant facts regarding the circumstances leading up to the commencement of the Foreign Proceedings and these Chapter 15 Cases.

II. Need for Provisional Relief

5. As described in the Simms Declarations, certain Foreign Debtors are party to one or more financial agreements governed by New York law. Specifically:

- a. Sritex is the issuer of 7.25% senior notes due 2025 (the “*2025 Notes*”) in an aggregate principal amount of \$225,000,000. The 2025 Notes were issued pursuant to a New York law governed indenture, dated as of October 16, 2019, by and among Sritex, as issuer, Citicorp Investment Bank (Singapore) Limited (“*Citicorp*”), as trustee, and the other Indonesia Foreign Debtors, as guarantors (the “*2025 Indenture*”);
- b. Sritex is the borrower under that certain Master Credit Facility Agreement, dated as of December 19, 2016, by and between Sritex, and Citibank, N.A., (the “*New York Credit Facility*”). As of April 5, 2021, the aggregate principal amount outstanding under the New York Credit Facility was approximately \$7,587,912; and
- c. Golden Legacy is the issuer of 6.875% senior notes due 2024 (the “*2024 Notes*,” and collectively with the 2025 Notes, the “*Notes*”) in an aggregate principal amount of \$150,000,000. The 2024 Notes were issued pursuant to a New York law governed indenture, dated as of March 27, 2017, by and among Golden Legacy, as issuer, Citicorp, as trustee, and Sritex and SPD, as guarantors, (the “*2024 Indenture*” and together with the 2025 Indenture, the “*Indentures*”). The 2024 Notes are secured by the capital stock of Golden Legacy and Golden Mountain.

6. To ensure that the Foreign Debtors’ reorganization is not jeopardized by, and to prevent the Foreign Debtors from suffering irreparable harm as a result of, any action or lawsuit or potential action or lawsuit in New York against any of the Foreign Debtors in connection with the Indentures, the Notes, or the New York Credit Facility (the “*Potential U.S. Action*”), injunctive

and provisional relief is needed, pending a determination by this Court regarding whether the PKPU Proceedings and the Singapore Proceedings are entitled to recognition as foreign main proceedings of the Indonesia Foreign Debtors and the Singapore Foreign Debtors, respectively (the “**Recognition Order**”).

7. Any Potential U.S. Action would likely impede the Foreign Debtors’ ability to implement their restructuring by draining their limited resources and diverting the attention of their management. These problems would only be exacerbated, and the Foreign Debtors’ restructuring further threatened, if the Foreign Debtors were required to engage in expensive and time-consuming discovery that would almost certainly result from the active prosecution of a Potential U.S. Action. A stay of any Potential U.S. Action is essential to maintain the status quo pending the entry of the Recognition Order. If the Foreign Debtors’ restructuring efforts fail due to lawsuits or potential lawsuits instituted in New York, then the Foreign Debtors could be forced into liquidation, to the detriment of all of their creditors and stakeholders.

RELIEF REQUESTED

8. The Foreign Representative seeks the entry of an order substantially in the form attached hereto as **Exhibit A** (the “**Proposed Order**”), granting the following provisional relief under section 1519(a) of the Bankruptcy Code (collectively, the “**Provisional Relief**”) effective immediately upon entry of the Proposed Order:

- a. Applying section 362 of the Bankruptcy Code to the Foreign Debtors and the property of the Foreign Debtors within the territorial jurisdiction of the United States in these Chapter 15 Cases and including, without limitation, staying all persons and entities from: (i) executing against the Foreign Debtors’ assets, (ii) taking any act to obtain possession of, or exercise control over, the Foreign Debtors’ assets, or to collect, assess or recover a claim against the Foreign Debtors; (iii) commencing or continuing any legal proceeding (including, without limitation, any judicial, quasi-judicial, administrative or regulatory proceeding, arbitration, or bankruptcy) or action against the Foreign Debtors; (iv) taking any action to enforce any judicial, quasi-judicial, administrative or regulatory judgment, assessment

or order or arbitration award against the Foreign Debtors; and
(v) commencing or continuing any legal proceeding or action to create, perfect, or enforce any lien, setoff, or other claim against the Foreign Debtors except as authorized by the Foreign Debtor in writing;

- b. Entrusting the administration or realization of all or part of the Foreign Debtors' assets located in the United States to the Foreign Representative;
- c. Suspending the right of any person or entity other than the Foreign Representative to transfer, encumber, relinquish or otherwise dispose of any assets of the Foreign Debtors located in the United States; and
- d. Granting the Foreign Representative the rights and protections to which he is entitled under Chapter 15 of the Bankruptcy Code, including, without limitation, the protections limiting the jurisdiction of the United States Courts over the Foreign Representative in accordance with sections 306 and 1510 of the Bankruptcy Code.

BASIS FOR RELIEF REQUESTED

9. Section 1519(a) of the Bankruptcy Code permits the Court to grant provisional relief in a Chapter 15 case if such relief is "urgently needed to protect the assets of the debtor or the interest of the creditors." The Foreign Representative seeks entry of an interim order, in aid of the Foreign Proceedings, making section 362 of the Bankruptcy Code applicable in these Chapter 15 Cases, and staying any Potential U.S. Actions against the Foreign Debtors, on a provisional basis pending entry of the Recognition Order.

10. The Provisional Relief is necessary to prevent the Foreign Debtors from suffering irreparable harm. Specifically, there is a risk that the Foreign Debtors' creditors may attempt to commence enforcement actions against the Foreign Debtors thereby potentially threatening the Foreign Debtors' restructuring efforts. Any Potential U.S. Action would likely cause the Foreign Debtors to incur substantial expense to the detriment of the Foreign Debtors' stakeholders and disrupt the Sritex Group's management, in turn delaying, frustrating and potentially derailing the Foreign Debtors' successful restructuring.

11. To protect against these risks, the Foreign Representative has commenced these Chapter 15 Cases and, by this Emergency Motion, is seeking the Provisional Relief, including the immediate application of section 362 of the Bankruptcy Code. Because section 362 of the Bankruptcy Code is only automatically applicable in Chapter 15 upon the Court's entry of the Recognition Order, the Foreign Representative believed it was necessary and prudent to file this Emergency Motion seeking, on a provisional basis, in accordance with section 1519 of the Bankruptcy Code, an order immediately applying section 362 of the Bankruptcy Code.

12. The relief sought herein is consistent with, and in furtherance of, the PKPU Proceedings and the Singapore Proceedings. *See In re Artimm*, 278 B.R. 832, 837 (Bankr. C.D. Cal. 2002) (holding that it was appropriate to stay litigation in the United States because "one of the principal functions of a domestic court in an 11 U.S.C. § 304 case is to assist in the efficient administration of the foreign proceeding by preventing domestic creditors from pursuing or executing on assets in the U.S.") (citing *In re Bird*, 229 B.R. 90, 96 (Bankr. S.D.N.Y. 1999)).

I. The Provisional Relief is Necessary Under the Circumstances

13. As noted above, upon recognition of a proceeding as a foreign main proceeding, foreign debtors are granted the benefit of the relief conferred by section 1520(a) of the Bankruptcy Code, including, among other things, the automatic stay under section 362 of the Bankruptcy Code. *See* 11 U.S.C. § 1520(a)(1). Absent provisional relief, however, there is no stay automatically applicable under the Bankruptcy Code during the period between filing the Petition and entry of the Recognition Order. Therefore, interim relief is necessary and appropriate to protect the Foreign Debtors by staying the commencement or continuation of actions by creditors against the Foreign Debtors and their assets prior to the entry of the Recognition Order. This includes applying section 362 of the Bankruptcy Code to these Chapter 15 Cases.

14. The success of the Foreign Debtors' efforts to negotiate a comprehensive restructuring will depend in large part on cooperation from multiple creditor constituencies across many jurisdictions. To be in the best position to achieve the restructuring contemplated by the PKPU Proceedings and the Singapore Proceedings, the Foreign Debtors must maintain operations, have a stable platform to continue negotiating with each of these creditors, and avoid having creditors commence any Potential U.S. Action that could be costly and significantly divert management's attention. Accordingly, the Provisional Relief is necessary.

II. The Provisional Relief is Authorized by the Bankruptcy Code

15. Section 1519(a)(3) of the Bankruptcy Code authorizes the Court to grant, on a provisional basis, any relief available pursuant to section 1521(a)(7) where the relief is urgently needed to protect the assets of the debtor or the interests of the creditors. 11 U.S.C. § 1519(a)(3). As noted above, section 1521(a)(7) provides that the Court may grant a foreign representative any relief available to a trustee, subject to certain exceptions not relevant here. 11 U.S.C. § 1521(a)(7). The automatic stay of section 362 is an essential feature of the Bankruptcy Code that clearly falls within this provision.

16. The Provisional Relief also includes a request that the Court entrust the administration or realization of all or part of the Foreign Debtors' assets located within the United States to the Foreign Representative. Section 1519(a)(2) expressly authorizes the Court to entrust the administration and realization of the Foreign Debtors' assets on a provisional basis, and, thus, the Foreign Representative requests this relief to ensure the fair, efficient and centralized administration of the Foreign Debtors' estates. 11 U.S.C. § 1519(a)(2).

17. In addition, section 105(a) of the Bankruptcy Code further allows the Court to "issue any order . . . necessary or appropriate to carry out the provisions of [title 11]." 11 U.S.C.

§ 105(a). As noted above, the Provisional Relief is urgently needed to ensure that the Foreign Debtors' reorganization efforts are not jeopardized.

III. The Provisional Relief is Necessary to Prevent Irreparable Harm and is Consistent With the Public Interest

18. Relief pursuant to section 1519 of the Bankruptcy Code is available where the foreign representative can satisfy the standard for injunctive relief. *See* 11 U.S.C. § 1519(e). In the Second Circuit, in order to justify injunctive relief, "the moving party must demonstrate that it is likely to suffer irreparable harm in the absence of the requested relief" and "either (a) a likelihood of success on the merits, or (b) sufficiently serious questions going to the merits to make them fair ground for litigation and a balance of hardships tipping decidedly toward the party requesting the preliminary relief." *Tinnerello & Sons, Inc. v. Town of Stonington*, 141 F.3d 46, 51-52 (2d Cir. 1998). The Foreign Representative submits that, as demonstrated below, this standard is satisfied here, and, therefore, the Foreign Debtors are entitled to the requested Provisional Relief pursuant to section 1519 of the Bankruptcy Code.

A. The Foreign Debtors Will Suffer Irreparable Harm Absent Provisional Relief

19. Courts have held consistently that "the premature piecing out of property involved in a foreign liquidation proceeding constitutes irreparable injury." *In re Rubin*, 160 B.R. 269, 283 (Bankr. S.D.N.Y. 1993) (quoting *In re Lines*, 81 B.R. 267, 270 (Bankr. S.D.N.Y. 1988)).

20. As noted above, immediate injunctive and provisional relief is urgently needed to ensure that the Foreign Debtors' reorganization is not jeopardized by any Potential U.S. Action. The Foreign Debtors' ability to implement its restructuring could be threatened if the Foreign Debtors are required to engage in expensive, time-consuming, and distracting litigation around the globe.

21. The Provisional Relief requested herein is necessary on an immediate basis to protect against potential disruption to business operations, and interference with reorganization efforts that would result from Foreign Debtors' liquidity constraints and the exercise of remedies by creditors pending entry of the Recognition Order. Absent this relief, the Foreign Debtors and their creditors could suffer irreparable harm.

22. Notably, the restructuring contemplated by the Foreign Proceedings is for the benefit of all creditors and parties in interest. Inconsistent individual remedies that may exist in other jurisdictions such as the United States should be prevented so that the value of the Foreign Debtors' estates can be maximized for all stakeholders.

B. There is a Substantial Likelihood of Recognition of the Foreign Proceedings as Foreign Main Proceedings and that the Provisional Relief Will be Granted on a Final Basis

23. As set forth in greater detail in the Verified Petitions, the PKPU Proceedings and the Singapore Proceedings are "foreign main proceedings" of the Indonesia Foreign Debtors and the Singapore Foreign Debtors, respectively, and Geoffrey David Simms is a "foreign representative" as those terms are defined in the Bankruptcy Code. In addition, the Chapter 15 Cases were duly and properly commenced by filing the Petitions and Verified Petitions and accompanied by all fees, documents, and information required by the Bankruptcy Code and the Bankruptcy Rules. Accordingly, there is a substantial likelihood that this Court will recognize the PKPU Proceeding and the Singapore Proceedings as foreign main proceedings.

24. Upon recognition of the PKPU Proceedings and the Singapore Proceedings as foreign main proceedings, section 362 of the Bankruptcy Code will automatically apply in these Chapter 15 Cases pursuant to section 1520(a)(1) of the Bankruptcy Code. *See* 11 U.S.C. § 1520(a)(1).

25. Accordingly, for the reasons set forth above, it is likely that the Foreign Debtors will receive final approval of all of the Provisional Relief.

C. The Balance of Harms and the Public Interest Weigh in Favor of an Injunction

26. Some courts “have applied the traditional preliminary injunction standard as modified to fit the bankruptcy context.” *In re Soundview Elite Ltd.*, 543 B.R. 78, 118-19 19 (Bankr. S.D.N.Y. 2016) (quoting *Calpine Corp. v. Nevada Power Co.*, 354 B.R. 45, 409 (Bankr. S.D.N.Y. 2006)). The factors these courts have used are: “(1) whether there is a likelihood of successful reorganization; (2) whether there is an imminent irreparable harm to the estate in the absence of an injunction; (3) whether the balance of harms tips in favor of the moving party; and (4) whether the public interest weighs in favor of an injunction.” *Id.*

27. In Chapter 15, when considering the first factor, courts ask whether there is a likelihood of “recognition” rather than “reorganization.” *See In re Qimonda AG*, 2009 WL 2210771, at *5 (Bankr. E.D. Va. July 16, 2009) (“The issue upon which [the petitioner must prevail for an injunction to issue is whether an order of recognition will be entered.”). For the reasons set forth above, this Emergency Motion has already demonstrated that factors (1) and (2) are satisfied.

28. With respect to the third factor, the balance of harms tips heavily in favor of granting provisional relief. As described above, if the Provisional Relief is not granted, the success of the Foreign Proceedings would be threatened. Additionally, the application of the Provisional Relief is necessary to preserve the Foreign Debtors’ assets during the initial stages of the Foreign Proceedings. *See In re Innua Canada Ltd.*, 2009 WL 1025088, at *4 (Bankr. D. N.J. Mar. 25, 2009) (finding that granting provisional relief “will actually serve to benefit the estates’ creditors by allowing for an orderly administration of the [f]oreign [d]ebtors’ financial affairs under the [foreign proceeding]”). By contrast, application of the Provisional Relief pending disposition of the Petitions and Verified Petitions imposes little to no harm on creditors. The Provisional Relief

is only temporary pending the Court's decision on whether to grant recognition of the PKPU Proceedings and the Singapore Proceedings and parties in interest will have an opportunity to object to the Verified Petitions. The Provisional Relief would simply provide the Foreign Debtors essentially the same relief that was already afforded under Indonesian insolvency law and Singapore insolvency law, pursuant to which a moratorium on creditor enforcement actions is in place during the pendency of the PKPU Proceedings and the Singapore Proceedings.

29. The final factor, the public interest, also weighs in favor of granting the Provisional Relief. The Provisional Relief both promotes the public policies behind Chapter 15 and serves the public interest more generally as the commencement of any Potential U.S. Action would jeopardize the Foreign Debtors' restructuring efforts in the PKPU Proceedings and the Singapore Proceedings and cause harm to the Foreign Debtors' creditors.

30. Courts regularly recognize the need to provide similar provisional relief in Chapter 15 proceedings. *See, e.g., In re PT Delta Merlin Dunia Textile*, Case No. 19-13214 (Bankr. S.D.N.Y. Feb. 4, 2020) [Docket No. 30]; *In re EuropaCorp. S.A.*, Case No. 19-11587 (Bankr. S.D.N.Y. May 23, 2019) [Docket No. 14]; *In re Daebo Int'l Shipping Co.*, Case No. 15-10616 (Bankr. S.D.N.Y. Mar. 19, 2015) [Docket No. 21]; *Essar Steel Algoma Inc.*, Case No. 15-12271 (Bankr. D. Del. Nov. 10, 2015) [Docket No. 30]; *In re OAS S.A.*, Case No. 15-10937 (Bankr. S.D.N.Y. April 30, 2015) [Docket No. 33].

31. Based on the foregoing, and the facts stated in the Simms Declarations, the Wijaya Declaration, and the Chua Declaration, the Foreign Representative respectfully requests that the Court grant the relief requested herein.

NO PRIOR REQUEST

32. No previous request for the relief requested herein has been made to this or any other court.

NOTICE

33. Notice of this Emergency Motion has been provided to: (a) the Office of the United States Trustee for the Southern District of New York, (b) the Foreign Debtors, (c) the parties authorized to administer the PKPU Proceedings and the Singapore Proceedings as set forth in the Petitions, (d) all parties to any litigation in which any of the Foreign Debtors is a party and that is pending in the United States as of the commencement of these Chapter 15 Cases, and (e) all known parties against whom provisional relief is sought as set forth in the statements of Foreign Representative required by Federal Rule of Bankruptcy Procedure 1007(a)(4)(B), attached to the Petitions. The Foreign Representative submits that no other or further notice of this Emergency Motion is necessary or required.

WAIVER OF FEDERAL RULE OF CIVIL PROCEDURE 65(c)

34. Bankruptcy Rule 7065 expressly provides that “a temporary restraining order or preliminary injunction may be issued on application of a debtor, trustee, or debtor in possession without compliance with Rule 65(c).” To the extent Rule 65 of the Federal Rules of Civil Procedure is applicable, the Foreign Representative believes that the security requirements imposed by Rule 65(c) are unwarranted under the circumstances and, accordingly, respectfully requests a waiver of such requirements pursuant to Bankruptcy Rule 7065.

CONCLUSION

WHEREFORE, the Foreign Representative respectfully requests that this Court (a) enter the proposed order attached to this Emergency Motion as **Exhibit A**, granting the Provisional Relief and (b) grant such other and further relief as this Court determines is fair and appropriate under the circumstances.

Dated: New York, New York
June 7, 2021

Respectfully submitted,

GIBSON, DUNN & CRUTCHER LLP

/s/ Matthew J. Williams

Matthew J. Williams

John Conte

200 Park Avenue

New York, NY 10166

(212) 351-4000 (Tel)

(212) 351-4035 (Fax)

Counsel to the Foreign Representative

Exhibit A

Proposed Order Granting Provisional Relief

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

In re:

PT SRI REJEKI ISMAN TBK, *et al.*,¹

Debtors in a Foreign Proceeding.

Chapter 15

Case No. 21-_____

(Joint Administration Requested)

ORDER GRANTING PROVISIONAL RELIEF

Upon consideration of (i) the *Emergency Motion for Provisional Relief* (the “***Emergency Motion***”)² filed by Geoffrey David Simms, in his capacity as the authorized Foreign Representative of the Foreign Debtors, in connection with the PKPU Proceedings and the Singapore Proceedings, and the (ii) *Verified Petition of Indonesia Foreign Debtors Under Chapter 15 for Recognition of a Foreign Main Proceeding* (the “***Indonesia Verified Petition***”), (b) *Verified Petition of Singapore Foreign Debtors Under Chapter 15 for Recognition of a Foreign Main Proceeding* (the “***Singapore Verified Petition***” and collectively with the Verified Petition (Indonesia), the “***Verified Petitions***”) and all documents submitted in support of the Verified Petitions, including, (a) the *Declaration of the Foreign Representative In Support of Verified Chapter 15 Petition of Indonesia Foreign Debtors and Motion for Provisional Relief*, (b) the *Declaration of the Foreign Representative In Support of Verified Chapter 15 Petition of Singapore*

¹ The Foreign Debtors in these chapter 15 cases are the following entities: (a) PT Sri Rejeki Isman Tbk, whose address is at Jl. K.H. Samanhudi No. 88, Ds./Kl. Jetis, Kec. Sukoharjo, Kab. Sukoharjo, Central Java, Indonesia, (b) PT Sinar Pantja Djaja, whose address is at Jl. Condokusumo No 1, Kec. Semarang Barat, Semarang, Central Java, Indonesia, (c) PT Bitratex Industries, whose address is at Jl. Brigjend Sudiarto KM. 11, Kel. Plamongansari, Kec. Pedurungan, Semarang, Central Java, Indonesia (d) PT Primayudha Mandiriaya, whose address is at Dk. Kadang, Ds. Ngadirojo, Kec. Ampel, Kab. Boyolali, Central Java, Indonesia, (e) Golden Legacy Pte Ltd, whose address is at 120 Robinson Road, #08-01, Singapore 068913, and (f) Golden Mountain Textile and Trading Pte Ltd, whose address is at 120 Robinson Road, #08-01, Singapore 068913.

² Capitalized terms used but not defined herein shall have the meanings ascribed to them in the Emergency Motion.

Foreign Debtors and Motion for Provisional Relief, (c) the *Declaration of Gregorius Petrus Aji Wijaya in Support of Verified Chapter 15 Petition of Indonesia Foreign Debtors and Motion for Provisional Relief* and (e) the *Declaration of Chua Sui Tong in Support of Verified Chapter 15 Petition of Singapore Foreign Debtors and Motion for Provisional Relief*, and upon consideration of the statements of counsel with respect to the Emergency Motion at a hearing before the Court (the “**Hearing**”); and appropriate and timely notice of the filing of the Emergency Motion and the Hearing having been given; and no other or further notice being necessary or required; and the Court having determined that the legal and factual bases set forth in the Emergency Motion and all other pleadings and proceedings in this case establish just cause to grant the relief ordered herein, and after due deliberation therefore, and for the reasons stated on the record,

THE COURT HEREBY FINDS AND DETERMINES THAT:

A. This Court has jurisdiction over this matter pursuant to 28 U.S.C. §§ 157 and 1334, section 1501 of the Bankruptcy Code, and the *Amended Standing Order of Reference to Bankruptcy Judges of the District Court for the Southern District of New York*, dated January 31, 2012 (Preska, C.J.).

B. This is a core proceeding pursuant to 28 U.S.C. § 157(b)(2)(P).

C. Venue is proper in this District pursuant to 28 U.S.C. § 1410.

D. These Chapter 15 Cases have been properly commenced by a duly appointed foreign representative.

E. This Court has the authority to grant the Provisional Relief requested by the Emergency Motion pursuant to 11 U.S.C. §§ 105(a), 306, 362, 1510, 1519, 1521, and 1522.

F. The Provisional Relief is urgently needed to protect the assets of the Foreign Debtors and the interests of their creditors as required by 11 U.S.C. § 1519(a).

G. The interests of the Foreign Debtors' creditors and other interested entities, including the Foreign Debtors, are sufficiently protected in the Court's grant of the Provisional Relief, as required by 11 U.S.C. § 1522(a).

H. The Provisional Relief is warranted under 11 U.S.C. § 1519(e).

I. The Foreign Representative has demonstrated a substantial likelihood that the PKPU Proceedings and the Singapore Proceedings are entitled to recognition as foreign main proceedings of the Indonesia Foreign Debtors and the Singapore Foreign Debtors, respectively, and that the Provisional Relief will be granted on a final basis upon such recognition as foreign main proceedings.

J. Irreparable harm will result to the Foreign Debtors, their creditors, and their estates if the Provisional Relief is not granted on an expedited basis. Pending the Chapter 15 recognition hearing, the Provisional Relief is required to ensure the fair, efficient, and centralized administration of the Foreign Debtors' assets and prevent individual creditors and other persons and entities from depleting or impairing the assets of the Foreign Debtors to the detriment of their creditor body as a whole.

K. Granting the Provisional Relief will preserve the *status quo* and not result in significant harm to nonmoving parties. Any harm that conceivably could result to nonmoving parties by granting the Provisional Relief is less than the irreparable harm that would result to the Foreign Debtors and their creditors if the Provisional Relief is not granted.

L. Granting the Provisional Relief will serve the public interest in that, among other things, the Provisional Relief is necessary to realize the intent and objectives of Chapter 15 in this case pursuant to 11 U.S.C. §1501(a).

M. The Foreign Representative and the Foreign Debtors are entitled to the full protections and rights available pursuant to section 1519(a)(1)-(3) of the Bankruptcy Code.

NOW, THEREFORE, IT IS HEREBY ORDERED:

1. The Provisional Relief is GRANTED effective immediately on an interim basis as set forth below pending entry of an order regarding the recognition of the PKPU Proceedings and the Singapore Proceedings as foreign main proceedings of the Indonesia Foreign Debtors and the Singapore Foreign Debtors, respectively.

2. Pending disposition of the Petitions and Verified Petitions and the request for the recognition of the PKPU Proceedings and the Singapore Proceedings as foreign main proceedings, pursuant to sections 1519(a) and 1521(a) of the Bankruptcy Code, section 362 of the Bankruptcy Code is applicable to the Foreign Debtors and the property of the Foreign Debtors within the territorial jurisdiction of the United States in these Chapter 15 Cases and, including, without limitation, no person or entity may: (a) execute against the Foreign Debtors' assets, (b) take any action to obtain possession of, or exercise control over, the Foreign Debtors' assets, or to collect, assess, or recover a claim against the Foreign Debtors, (c) commence or continue any legal proceeding (including, without limitation, any judicial, quasi-judicial, administrative or regulatory proceeding, arbitration or bankruptcy) or action against the Foreign Debtors; (d) take any act to enforce any judicial, quasi-judicial, administrative or regulatory judgment, assessment or order, or arbitration award against the Foreign Debtors; or (e) commence or continue any legal proceeding or action to create, perfect, or enforce any lien, setoff, or other claim against the Foreign Debtors; *provided, however*, in each case, that such injunction shall be effective solely within the territorial jurisdiction of the United States.

3. While this Order is in effect, the Foreign Representative and Foreign Debtors shall be entitled to the full protections and rights enumerated under sections 1519(a)(1)-(3) of the Bankruptcy Code, including, without limitation, any relief referenced in paragraphs (3), (4), or (7) of section 1521(a) of the Bankruptcy Code.

4. The Foreign Representative is entrusted with the administration and realization of all of the Foreign Debtors' assets located in the United States and is established as the exclusive authority to administer the Foreign Debtors' assets and affairs in the United States.

5. The right and power to transfer, encumber, relinquish or otherwise dispose of any assets of the Foreign Debtors located in the United States is prohibited, except by the Foreign Representative.

6. The Foreign Representative is hereby granted on an interim basis, the rights, powers, protections, privileges, and immunities of a trustee in a bankruptcy in the United States during the Provisional Relief period available pursuant to section 1519(a) of the Bankruptcy Code. No action taken during such period by the Foreign Representative, or his agents, representatives, advisors, or counsel, in preparing, disseminating, applying for, implementing or otherwise acting in furtherance of or in connection with the PKPU Proceedings and the Singapore Proceedings, this Order, these Chapter 15 Cases, any adversary proceeding, or any further proceeding commenced herewith shall be deemed to constitute a waiver of the immunity afforded such person under sections 306 or 1510 of the Bankruptcy Code.

7. Due to the nature of the relief requested, no security is required under Rule 65(c) of the Federal Rules of Civil Procedure, as made applicable in these Chapter 15 Cases by Rule 7065 of the Federal Rules of Bankruptcy Procedure, if applicable, or otherwise.

8. Copies of this Order shall be served via email, first class mail, or overnight courier on (a) the United States Trustee for the Southern District of New York, (b) the Foreign Debtors, (c) the parties authorized to administer the PKPU Proceedings and the Singapore Proceedings as set forth in the Petitions, (d) all parties to any litigation in which any of the Foreign Debtors is a party and that is pending in the United States as of the commencement of these Chapter 15 Cases, (e) all known parties against whom provisional relief is sought as set forth in the statements of Foreign Representative required by Federal Rule of Bankruptcy Procedure 1007(a)(4)(B), attached to the Petitions, and (f) all parties that have filed a notice of appearance in these Chapter 15 Cases. The above-described service of this Order shall constitute due, adequate, and sufficient service and notice, and no other or further service or notice shall be required.

9. This Court shall retain jurisdiction with respect to any matters, claims, rights, or disputes arising from or related to the Emergency Motion or the implementation of this Order.

Dated: New York, New York
_____, 2021

UNITED STATES BANKRUPTCY JUDGE